

1 (a) The school district's membership in the previous school year was no more
2 than 2,000.

3 (b) At least 20 percent of the school district's membership in the previous school
4 year was eligible for a free or reduced-price lunch under 42 USC 1758 (b).

5 (c) The school district's membership in the previous school year divided by the
6 school district's area in square miles is less than 15.

7 **(3)** (a) Beginning in the 2006–07 school year, the department shall pay to each
8 school district eligible for sparsity aid the following amount from the appropriation
9 under s. 20.255 (2) (ae):

10 1. If no more than 40 percent of the school district's membership in the previous
11 school year was eligible for a free or reduced-price lunch under 42 USC 1758 (b), \$150
12 multiplied by the membership in the previous school year.

13 2. If more than 40 percent of the school district's membership in the previous
14 school year was eligible for a free or reduced-price lunch under 42 USC 1758 (b), \$300
15 multiplied by the membership in the previous school year.

16 (b) If the appropriation under s. 20.255 (2) (ae) in any fiscal year is insufficient
17 to pay the full amount under par. (a), the department shall prorate the payments
18 among the eligible school districts.

19 **(4)** The school board of each school district receiving aid under this section
20 annually shall submit to the department and publish in the school district a report
21 describing how the school board used the aid.”.

22 (END)